



STATE OF DELAWARE
DEPARTMENT OF FINANCE
DIVISION OF REVENUE
601 Delaware Avenue
Wilmington, Delaware 19899

TAX NEWSGRAM 75-8

April 30, 1975

- License Requirements & Fees - New Legislation
 - Manufacturers (Chapter 27, 30 Delaware Code)
 - Wholesalers (Chapter 29, 30 Delaware Code)
 - Food Processors (Chapter 29, 30 Delaware Code)
 - Grain & Feed Dealers (Chapter 29, 30 Delaware Code)
 - Farm Machinery Retailers (Chapter 29, 30 Delaware Code)

House Bill Nos. 220, 221 and 224, 128th General Assembly, approved March 27, 1975, revised the license requirements and fees for the above license categories as follows:

A. Rate of Tax

Effective April 1, 1975, the rate of tax imposed on the gross receipts of manufacturers is increased from 2/10 of 1% to 3/10 of 1% of aggregate gross receipts paid to the manufacturer. The rate of tax upon the gross receipts of wholesalers is increased from 2/10 of 1% to 3/10 of 1% of aggregate gross receipts attributable to all goods sold by the wholesaler in Delaware. The rate of tax on food processors is increased from 1/10 of 1% to 3/20 of 1% of aggregate gross receipts attributable to goods sold in Delaware, and the rate of tax imposed on grain and feed dealers and farm machinery retailers is increased from 1/20 of 1% to 1/15 of 1% of aggregate gross receipts attributable to goods sold in Delaware.

B. Monthly Reporting

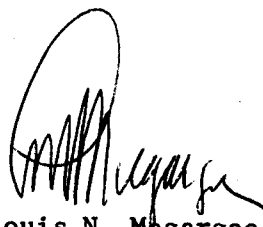
Effective April 1, 1975, the license tax is required to be reported and paid monthly (instead of quarterly) on or before the 20th day of each month covering the gross receipts for the preceding month. The first return under the new law will be due May 20, 1975, and will cover the gross receipts for the month of April, 1975. New forms for reporting gross receipts for the months of April, May and June will be issued and distributed by the Division of Revenue about May 5, 1975.

C. Annual License Fee & License Year

The basic annual license fee is increased from \$30 to \$50, and the license year is changed from a fiscal year ending June 30 to a



calendar year ending December 31. Effective July 1, 1975, license renewals and new licenses will be issued for a six-month period ending December 31 at one-half the above basic rate. Effective January 1, 1976, license renewals and new licenses will be issued for the calendar year ending December 31, 1976, at the full rate.

A handwritten signature in dark ink, appearing to read 'Louis N. Megargee', is positioned above the printed name and title.

Louis N. Megargee
Director of Revenue

RRS/mrs

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